What is claimed is:

- 1 1. A distortion compensation method comprising:
- 2 determining an undisturbed phase for at least one of a
- 3 first position indication signal and a second position
- 4 indication signal;
- 5 determining an undisturbed ratio that relates the
- 6 amplitude of the first position indication signal at a first
- 7 frequency to the amplitude of the second position indication
- 8 signal at a second frequency;
- 9 determining a disturbed amplitude and phase of the
- 10 position indication signal; and
- adjusting a position indication based on the disturbed
- 12 amplitude and phase, the undisturbed amplitude ratio, and the
- 13 undisturbed phase.
 - 1 2. The method of claim 1 further comprising calculating
- 2 a relationship between the eddy current phases of the first
- 3 position indication signal and the second position indication
- 4 signal.
- 1 3. The method of claim 1 further comprising:
- 2 determining a second undisturbed ratio that relates the
- 3 amplitude of either of the first and the second position
- 4 indication signals to the amplitude of a third position
- 5 indication signal at a third frequency, and

- 27 **-**

- 6 adjusting a position indication is further based on the
- 7 second undisturbed ratio.
- 1 4. The method of claim 1 wherein the first frequency is
- 2 a superior harmonic of the second position indication signal
- 3 and the second frequency is a subordinate harmonic of the
- 4 first position indication signal.
- 1 5. The method of claim 4 wherein the superior harmonic
- 2 is the fundamental frequency.
- 1 6. The method of claim 4 wherein the subordinate
- 2 harmonic is a third order harmonic.
- 7. The method of claim 1 wherein the first frequency is
- 2 less than the second frequency.
- 1 8. The method of claim 1 further comprising generating a
- 2 plurality of frequencies using a multiple frequency waveform.
- 9. The method of claim 8 wherein the multiple frequency
- 2 waveform is a chirped waveform.
- 1 10. The method of claim 1 wherein the selected first
- 2 frequency and second frequency are harmonically related.
- 1 11. The method of claim 1 wherein the distortion
- 2 compensation method is repeated for a plurality of position
- 3 indication signals.
- 1 12. The method of claim 1 further comprising detecting
- 2 the presence of an eddy current in a conductive object.

- 1 13. The method of claim 12 wherein detecting the
- 2 presence of an eddy current includes monitoring a ratio of the
- 3 amplitude of the first position indication signal and the
- 4 amplitude of the second position indication signal.
- 1 14. The method of claim 12 wherein detecting the
- 2 presence of an eddy current includes detecting a change in the
- 3 undisturbed phase.
- 1 15. The method of claim 1 wherein determining the
- 2 undisturbed phase includes measuring asymptotic phase values
- 3 and using the asymptotic phase values to calculate the
- 4 undisturbed phase.
- 1 16. The method of claim 15 wherein determining the
- 2 undisturbed phase includes iteratively calculating phase
- 3 values and adjusting an asymptotic phase value, the asymptotic
- 4 phase value used to calculate the undisturbed phase.
- 1 17. The method of claim 1 further comprising receiving
- 2 from a sensor the real and imaginary components of the first
- 3 and second position indication signals.
- 1 18. A distortion compensation method comprising:
- 2 determining a characteristic mathematical formulation
- 3 that describes an undistorted frequency function;
- 4 monitoring the characteristics of the mathematical
- 5 formulation to indicate the presence of conductive objects;
- 6 and
- 7 adjusting the characteristic mathematical formulation to
- 8 compensate for distortions of a disturbed frequency function.

- 1 19. The method of claim 18 wherein monitoring the
- 2 characteristics of the mathematical formulation includes
- 3 monitoring the characteristics of the mathematical formulation
- 4 in subsequent real-time measurements.
- 1 20. The method of claim 18 wherein the mathematical
- 2 formulation is a complex polynomial function.
- 1 21. The method of claim 18 wherein the disturbed
- 2 frequency function describes real and imaginary components of
- 3 the position indication signal.
- 1 22. The method of claim 18 wherein the disturbed frequency
- 2 function describes the amplitude and phase of the position
- 3 indication signal.
- 1 23. A method for detecting the presence of conductive
- 2 objects, the method comprising:
- determining a characteristic frequency function of an
- 4 undisturbed magnetic tracking system;
- 5 measuring a disturbed real-time frequency function;
- 6 calculating real and imaginary components of the position
- 7 indication signal using a chi-squared minimization of the
- 8 disturbed frequency function to the undisturbed frequency
- 9 function;
- 10 calculating a chi-squared value based on the
- 11 characteristic frequency function and the disturbed frequency
- 12 function; and

- monitoring the chi-squared value to detect changes
- 14 indicating the presence of a conductive object.
 - 1 24. The method of claim 23 wherein determining the
 - 2 characteristic frequency function includes determining the
 - 3 characteristic frequency function based on undisturbed
 - 4 position indication signals.
 - 1 25. The method of claim 23 further comprising monitoring
 - 2 the chi-squared value for a plurality of position indication
 - 3 signals.
 - 1 26. The method of claim 25 wherein detecting a change in
 - 2 the chi-squared value of at least one of the plurality of
 - 3 position indication signals indicates the presence of
 - 4 conductive objects.
 - 1 27. The method of claim 23 further comprising
 - 2 determining, calculating, and monitoring the chi-squared value
 - 3 for a plurality of frequencies.
 - 1 28. The method of claim 27 wherein the detection of a
 - 2 change in a chi-squared value at a particular frequency range
 - 3 can indicate the presence of a particular type of conductive
- 4 objects.
- 1 29. The method of claim 28 wherein the particular
- 2 frequency range is a mid-frequency range.
- 1 30. The method of claim 28 wherein the particular
- 2 frequency range is a low-frequency range.

- 1 31. The method of claim 28 wherein the particular
- 2 frequency range is a high-frequency range.
- 1 32. The method of claim 28 further comprising
- 2 determining the position indication signal in a frequency
- 3 range that is not affected by a particular type of conductive
- 4 object.
- 1 33. A method comprising:
- 2 measuring characteristics of a conductive object;
- determining an eddy current phase based on the
- 4 characterization;
- 5 measuring a disturbed amplitude; and
- 6 calculating an undisturbed amplitude based on the eddy
- 7 current phase, an undisturbed sensor phase, and the disturbed
- 8 amplitude.
- 1 34. The method of claim 33 wherein measuring
- 2 characteristics of a conductive object includes:
- 3. moving the conductive object in the vicinity of a
- 4 stationary sensor; and
- 5 collecting a set of disturbed data points.
- 1 35. The method of claim 33 further comprising
- 2 compensating a position indication based on the calculated
- 3 undisturbed amplitude.
- 1 36. The method of claim 33 wherein a numerical method is
- 2 used to solve a set of equations.
- 1 37. The method of claim 33 wherein a closed form solution
- 2 is used to solve a set of equations.